

STATE OF WASHINGTON



OF OFFICE OF
INSURANCE COMMISSIONER

IN THE MATTER OF)	
NORTH STAR REINSURANCE)	CONSENT ORDER
CORPORATION, An Authorized Insurer)	LEVYING A FINE
)	
)	No. D 2002-31
)	

FINDINGS OF FACT:

1. North Star Reinsurance Corporation, ("North Star") is, besides being a reinsurer, an insurer authorized to write property and casualty insurance in Washington state.
2. RCW 48.05.390 and WAC 284-07-010 require insurers authorized to write property and casualty insurance in Washington state to submit annually a special liability insurance report. The report covering the period ending December 31 of each year must be submitted no later than May of the year following the year which is the subject of the report.
3. North Star failed to submit its special liability report for the period January 1, 2000 to December 31, 2000 by May 1, 2001. The Senior Actuary of the Office of the Insurance Commissioner (OIC), D. Lee Barclay, sent North Star a letter dated May 10, 2001. This letter informed North Star that if the OIC did not receive the overdue report by June 1, 2001, North Star would be assessed a fine of at least \$2500. The special liability report from North Star did not arrive until after that date.

CONCLUSION OF LAW:

1. The failure of North Star to submit its special liability report by May 1, 2001, was a violation of both RCW 48.05.390 and WAC 284-07-010.

CONSENT TO ORDER:

1. North Star Reinsurance Corporation admits to the foregoing Findings of Fact and Conclusion of Law. RCW 48.05.185 authorizes the Insurance Commissioner to impose a

fine in lieu of the suspension or revocation of an authorized insurer's certificate of authority. North Star wishes to resolve this matter without further administrative or judicial proceedings.

2. By agreement of the parties, the Insurance Commissioner will impose a fine of One Thousand Dollars (\$1000) upon North Star, in lieu of further proceedings in this matter.

3. The fine must be paid in full within thirty days of the entry of this order. Pursuant to RCW 48.05.185, failure to pay the fine timely and in full shall constitute grounds for revocation of North Star's certificate of authority, and for recovery of the fine in a civil action brought on behalf of the Insurance Commissioner by the Attorney General for the State of Washington.

NORTH STAR REINSURANCE CORPORATION

Signed by _____

Typed Name _____

Typed Corporate Title _____

ORDER:

Pursuant to RCW 48.05.185, the Insurance Commissioner hereby imposes a fine of One Thousand Dollars (\$1000) upon North Star Reinsurance Corporation. The fine must be paid in full within thirty days of the entry of this order. Failure to pay the fine timely and in full shall constitute grounds for revocation of North Star's certificate of authority and for recovery of the fine in a civil action brought on behalf of the Insurance Commissioner by the Attorney General of the State of Washington.

ENTERED AT LACEY, WASHINGTON, THIS 17th DAY OF JANUARY, 2002.

MIKE KREIDLER
Insurance Commissioner

by _____

William Kirby
Legal Affairs Division
Office of the Insurance
Commissioner